

**BILL NO. 41**

**ORDINANCE NO. \_\_\_\_\_**

**AN ORDINANCE AMENDING CHAPTER 2, SECTION 10 WITH REGARD TO THE INVESTMENT POLICY FOR THE CITY OF SUNSET HILLS.**

**WHEREAS**, the Board of Aldermen has determined that increasing the limit on commercial paper investments is in the best financial interest of the City;

NOW THEREFORE, BE IT ORDAINED BY THE BOARD OF ALDERMEN OF THE CITY OF SUNSET HILLS, MISSOURI, AS FOLLOWS:

Section 1. Chapter 2-10 Subsection J (2) (e) is hereby amended by adding [text] and deleting [text] the following text:

(j) *Investment parameters.*

- (1) *Maximum maturities.* Investments shall be made to insure the availability of funds on a timely and adequate basis for payments of general expenditures and capital outlay projects, both short and long term, in an expeditious manner. All investments shall mature and become payable as stated in the chart below.
- (2) *Diversification.* The investments shall be diversified to minimize the risk of loss resulting from over concentration of assets in specific maturity, specific issuer, or specific class of securities. Diversification strategies shall be established and periodically reviewed. At a minimum, diversification standards by security type and issuer shall be limited to the following maximum percentages of the total portfolio.

Investment Type	Not More Than:	Maturity
a. U.S. Treasury Bills, Notes and Bonds (incl. zero coupon)	100%	≤10 years
b. U.S. Government Agency and Instrumentality Obligations*	100%	≤7 years
c. Collateralized Repurchase	50%	≤90 days
d. Certificates of Deposit	100%	≤5 years
e. Commercial Paper	<del>10%</del> 15%	≤270 days

Section 2: This Ordinance shall be in full force and effect from and after its passage by the Board of Aldermen and its approval by the Mayor.

PASSED THIS \_\_\_\_ DAY OF \_\_\_\_\_, 2023.

\_\_\_\_\_  
MAYOR

APPROVED THIS \_\_\_\_ DAY OF \_\_\_\_\_, 2023.

\_\_\_\_\_  
MAYOR

ATTEST:

\_\_\_\_\_  
CITY ADMINISTRATOR/CITY CLERK